

Representative Cameron Henry
Chairman



Representative Franklin Foil
Vice Chairman

FY16-17 Executive Budget Review

STATE TREASURER

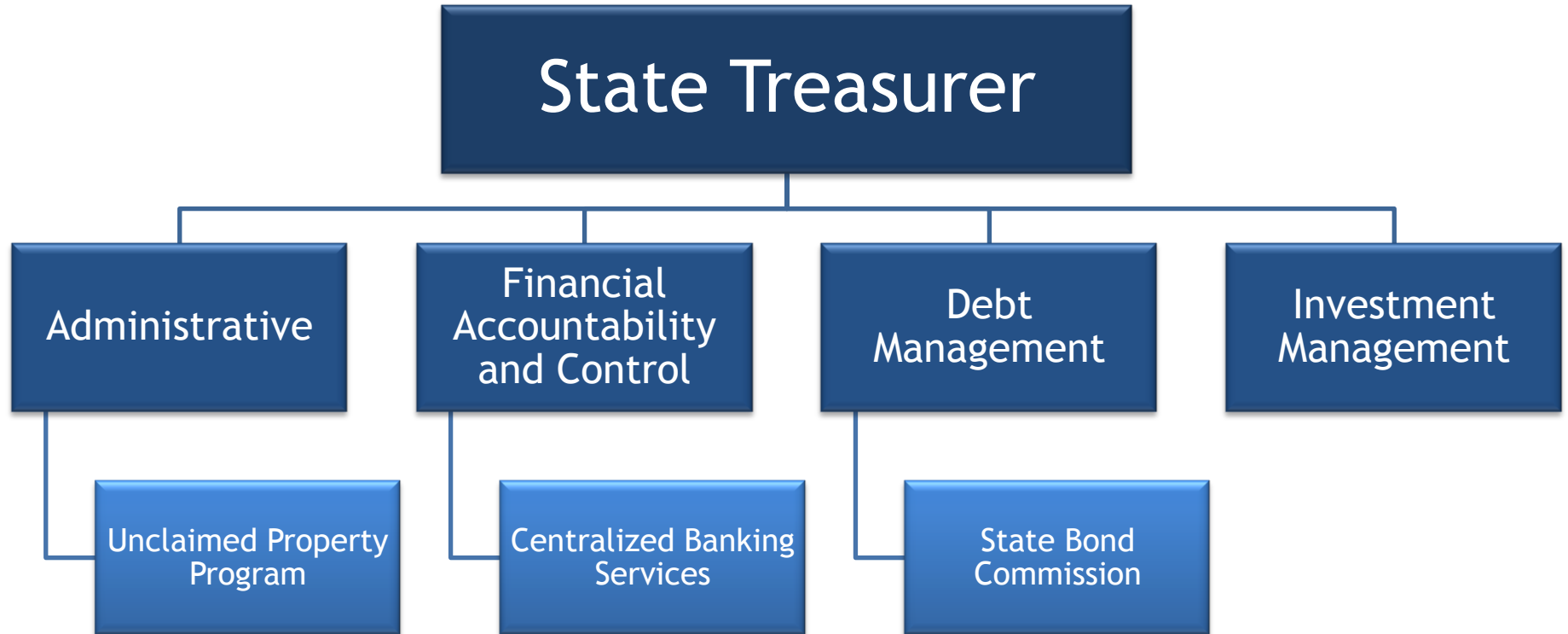
House Committee on Appropriations
by the House Fiscal Division

April 4, 2016

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DEPARTMENT ORGANIZATION



DEPARTMENT FUNCTIONS

Unclaimed Property Program

- Manages the state's database of unclaimed cash, stocks, bonds, securities, insurance benefits, or other assets.
- Operates an online system for users to search for property in their name and claim it.
- Advertises and promotes the program through outreach events held around the state.

Fiscal Control

- Provides and manages centralized bank account for the deposit of public monies.
- Administers constitutional and statutory funds created within the Treasury.
- Distributes state funds to various local governments.
- Oversees the Cash Management function to provide the opportunity for the greatest investment earnings.
- Administers the Social Security and Medicare coverage program for all public state and local governmental employers throughout the state.

DEPARTMENT FUNCTIONS

State Bond Commission

- Provides staff to assist the State Bond Commission.
- Administers the incurring of public debt.
- Reviews applications from state entities seeking to incur debt or levy taxes.
- Manages and services outstanding bond issues with debt service payments.

Investment Management

- Invests the monies deposited in the State Treasury to earn a reasonable rate of return while maintaining safety of principal and liquidity to meet the state's cash flow needs.
- As part of the cash management program, maintains several investment portfolios each with differing characteristics.
- Manages over \$7.2 billion in investment securities including the state trust funds.

MAJOR SOURCES OF REVENUE

Statutory Dedications \$782,915

Louisiana Quality Education Support Fund	\$614,165
Health Excellence Fund	\$38,251
Education Excellence Fund	\$38,249
TOPS Fund	\$38,250

Statutory Dedication funds are used to administer the investment programs for the trust funds managed by the Treasury.

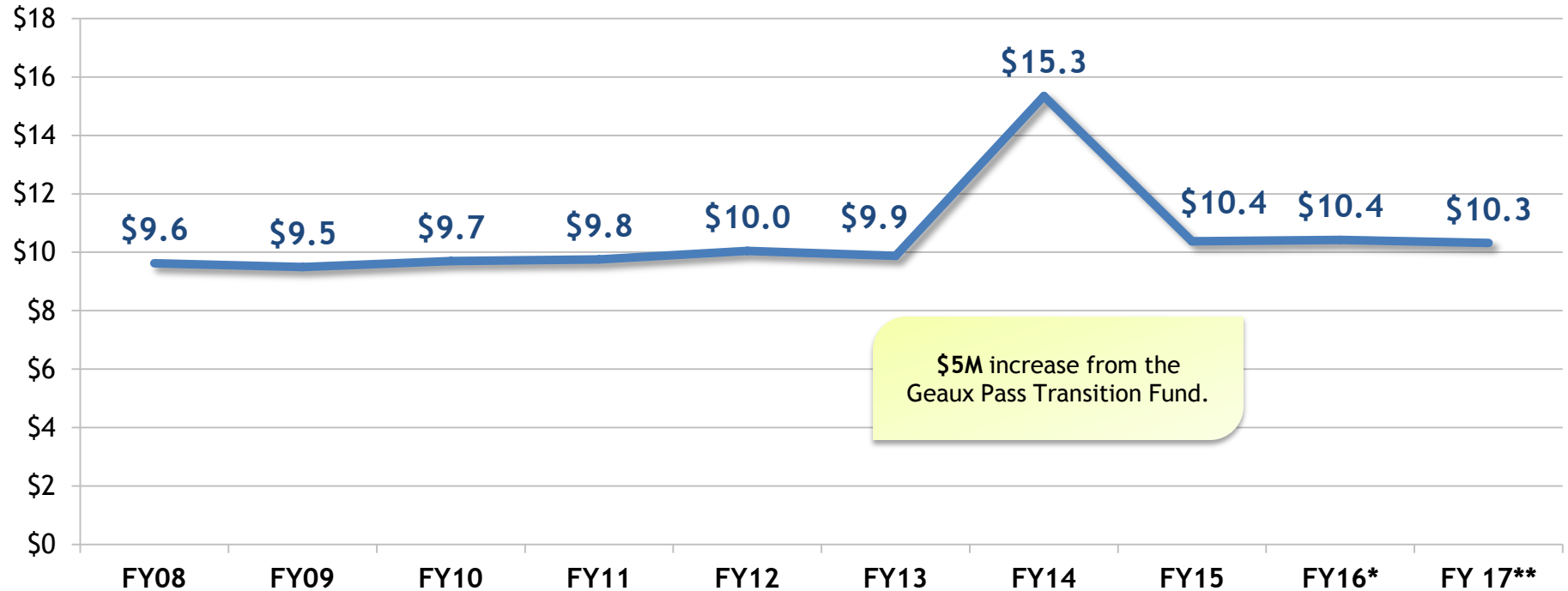
Self Generated Revenue \$8.1 Million

- **\$1.4 Million** from State Bond Commission fees collected for review of the issuance of debt by private and public entities.
- **\$5.1 Million** from Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government.
- **\$1.5 Million** from Unclaimed Property fees collected pursuant to that function.

Interagency Transfers \$1.5 Million

Fees collected from agencies that receive central depository banking services provided by the Treasurer.

BUDGET HISTORY (IN MILLIONS)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/15
**Governor's Executive Budget Recommendation FY16-17

MEANS OF FINANCE BREAKDOWN

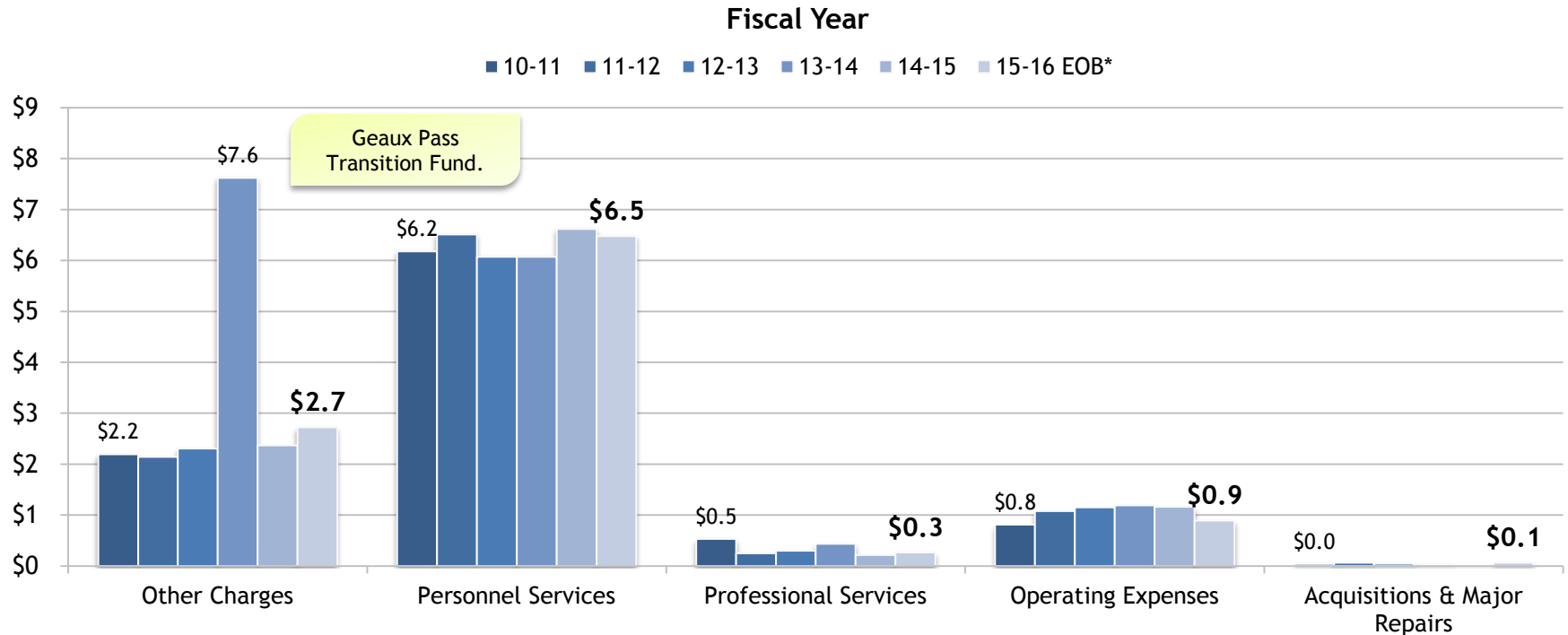
Means of Financing	FY 14-15 Prior Year Actual Expenditures	FY 15-16 Existing Operating Budget	FY 16-17 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
State General Fund	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$1,588,495	\$1,421,123	\$1,488,674	\$67,551	4.8%
Fees and Self-Gen Rev.	\$8,319,502	\$8,139,506	\$8,102,368	(\$37,138)	(0.5%)
Statutory Dedications	\$464,741	\$857,596	\$728,915	(\$128,681)	(15.0%)
Federal Funds	\$0	\$0	\$0	\$0	0.0%
Total Means of Finance	\$10,372,738	\$10,418,225	\$10,319,957	(\$98,268)	(0.9%)

- Statutory Dedication reduction of \$128,681 from the Crescent City Amnesty Refund Fund.
Funds were budgeted and used in FY15-16 and will not be available in FY17 because the fund no longer exists.

EXPENDITURE BREAKDOWN

Expenditure	FY 14-15 Prior Year Actual Expenditures	FY 15-16 Existing Operating Budget	FY 16-17 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
Salaries	\$3,982,998	\$3,884,801	\$3,894,861	\$10,060	0.3%
Other Compensation	\$716,068	\$562,917	\$562,917	\$0	0.0%
Related Benefits	\$1,920,194	\$2,032,155	\$2,022,683	(\$9,472)	(0.5%)
Travel	\$53,768	\$112,013	\$112,013	\$0	0.0%
Operating Services	\$1,053,272	\$724,359	\$724,359	\$0	0.0%
Supplies	\$55,117	\$52,372	\$52,372	\$0	0.0%
Professional Services	\$217,480	\$263,147	\$263,147	\$0	0.0%
Other Charges	\$2,367,903	\$2,722,547	\$2,608,555	(\$113,992)	(4.2%)
Acq/Major Repairs	\$5,938	\$63,914	\$79,050	\$15,136	23.7%
Unallotted	\$0	\$0	\$0	\$0	0.0%
Total Expenditures	\$10,372,738	\$10,418,225	\$10,319,957	(\$98,268)	(0.9%)
Authorized Positions	54	54	54	0	0.0%

EXPENDITURE HISTORY (IN MILLIONS)



Other Charges includes Central Banking Service fees, investment management services for the Louisiana Educational Quality Trust and Millennium Trust funds, and various standard statewide expenses (mail, security, rent, Office of Technology Services, Office of Telecommunications, etc).

Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/15

FY17 DISCRETIONARY/NON-DISCRETIONARY FUNDING

TOTAL BUDGET
\$10.3 Million

**\$1.5 Million IAT
Double Count**

**\$8.8 Million
Remaining**

Self Generated
Revenue
\$8.1 Million

Statutory
Dedications
\$729,000

Federal Funds
\$0

State General Fund
\$0

**Non Discretionary
\$335,000**

Retiree's Group Insurance
\$188,000

Administrative
\$127,000

LLA Fees
\$20,000

**Discretionary
\$7.8 Million**

Administrative
\$4 Million

Financial Accountability
\$2.0 Million

Debt Management
\$1 Million

Investment Management
\$743,000

PERSONNEL INFORMATION

Personnel/Budget Ratio

\$4.46 M	Salaries and Other Comp.
+ \$2.02 M	Related Benefits
= \$6.48 M	Total Personnel Services

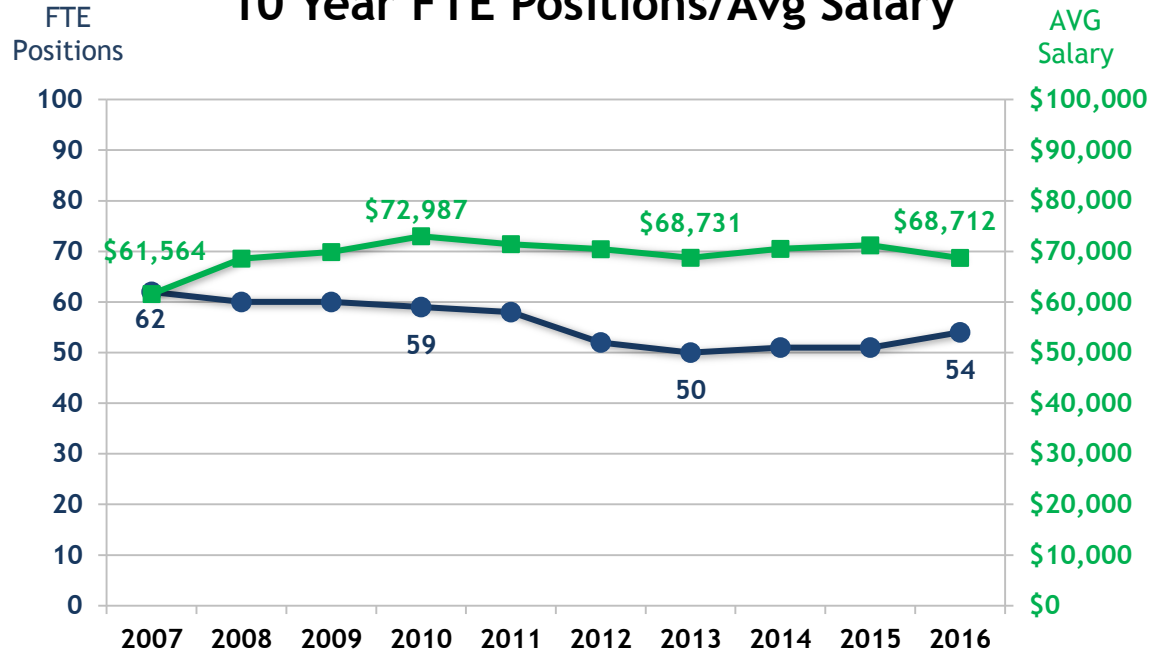
84% of budget expenditures
(excluding Other Charges)

Authorized Positions

- 54 (44 classified and 10 unclassified)
- 5 non-T.O. positions
- 0 Other Charges positions

As of 1/29/2016, the Treasury had 0 vacancies

10 Year FTE Positions/Avg Salary



Source: Prepared by House Fiscal Division staff using information from Civil Service

DEPARTMENT CONTACTS



John Kennedy
State Treasurer

225.342.0010

Ron Henson
First Assistant Treasurer

225.342.0055

Laura Lapeze
Chief Financial Officer

225.342.0051
